1 2 3 4 5 6 7 8	Dawniell Alise Zavala (CA State Bar No. 253130) HOLME ROBERTS & OWEN LLP 560 Mission Street, 25 th Floor San Francisco, CA 94105-2994 Telephone: (415) 268-2000 Facsimile: (415) 268-1999 Email: dawniell.zavala@hro.com Attorneys for Plaintiffs, SONY BMG MUSIC ENTERTAINMENT; ARISTA RECORDS LLC; INTERSCOPE RECORDS; BMG MUSIC; UMG RECORDINGS INC.; and WARNER BROS. RECORDS INC.	
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10	UNITED STATES	
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13	SONY BMG MUSIC ENTERTAINMENT, a	CASE NO. C 07-04854 WDB
14	Delaware general partnership; ARISTA RECORDS LLC, a Delaware limited liability	The Honorable Wayne D. Brazil
15	company; INTERSCOPE RECORDS, a	·
16	California general partnership; BMG MUSIC, a New York general partnership; UMG	NOTICE OF MOTION AND MOTION FOR DEFAULT JUDGMENT BY THE COURT
17	RECORDINGS, INC., a Delaware corporation; and WARNER BROS. RECORDS INC., a	AGAINST DEFENDANT BRITTANY RAQUEL GRAY
18	Delaware corporation,	D
19	Plaintiffs,	Date: September 10, 2008 Time: 1:30 p.m.
	i iamuiis,	Place: Courtroom 4, 3rd Floor
20	V.	
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22	BRITTANY RAQUEL GRAY,	
23		
24	Defendant.	
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NOTICE OF MOTION AND MOTION FOR DEFAULT JUDGMENT AGAINST BRITTANY RAQUEL GRAY Case No. C 07-04854 WDB #38878 v1

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NOTICE OF MOTION FOR DEFAULT JUDGMENT

TO DEFENDANT:

PLEASE TAKE NOTICE that on September 10, 2008, 1:30 p.m. in Courtroom 4, 3rd Floor, or as soon thereafter as this matter may be heard by the above-entitled Court, located at 1301 Clay Street, Oakland, CA, 94612, Plaintiffs will present their application for default judgment against Defendant Brittany Raquel Gray ("Defendant") pursuant to Federal Rule of Civil Procedure 55(b)(2). The clerk has previously entered the default of Defendant on June 4, 2008.

This Application is brought on the ground that Defendant has not appeared in this action. Plaintiffs seek the following Judgment against Defendant: (1) minimum statutory damages for each of the eight (8) infringements alleged in the First Amended Complaint ("Complaint") in the amount of \$6,000.00, (2) a permanent injunction in the form sought in the Complaint pursuant to Section 502 of the Copyright Act, and (3) costs in the amount of \$420.00 pursuant to Section 505 of the Copyright Act.

MOTION FOR DEFAULT JUDGMENT

I. <u>SUMMARY OF RELEVANT FACTS</u>

Plaintiffs are recording companies that brought suit against Defendant pursuant to the Copyright Act of 1976, 17 U.S.C. Section 101, et seq. ("Copyright Act"), for the infringement of, among others, Plaintiffs' eight copyrighted sound recordings. Declaration of Dawniell Alise Zavala ("Zavala Decl."), Exh. 1 (Complaint, ¶¶ 16-17 and Exh. A). Among the rights granted to each Plaintiff under the Copyright Act are the exclusive rights to reproduce their respective copyrighted sound recordings ("Copyrighted Recordings") and to distribute them to the public. Zavala Decl., Exh. 1 (Complaint, ¶ 13). As of February 14, 2007, Defendant had used, and continued to use, an online media distribution system to download Plaintiffs' Copyrighted Recordings and/or distribute the Copyrighted Recordings to the public. Zavala Decl., Exh. 1 (Complaint, ¶ 16). In doing so, Defendant has infringed upon Plaintiffs' copyrights and has violated Plaintiffs' exclusive rights of reproduction and distribution. *Id*.

The Summons and Complaint were served on Defendant on February 24, 2008, by personal service. Zavala Decl., ¶ 10. Defendant has failed to answer or otherwise appear in this action.

Zavala Decl., ¶ 11. As a result, the Clerk of the Court entered Defendant's default on June 4, 2008, and Defendant was notified thereof on June 5, 2008. Zavala Decl., ¶¶ 13-14, Exhs. 3 and 4. Plaintiffs are informed and believe that Defendant is not a minor, and is neither incompetent nor in active military service. Zavala Decl., ¶ 15, Exh. 5.

By this application, Plaintiffs respectfully request that the Court enter default judgment against Defendant for: (1) the minimum statutory damages for each of the eight (8) infringements alleged in the Complaint in the amount of \$6,000.00, (2) a permanent injunction pursuant to Section 502 of the Copyright Act, and (3) costs in the amount of \$420.00 pursuant to Section 505 of the Copyright Act.

II. ARGUMENT

A. Legal Standard

For purposes of a default judgment, the well-pled allegations of the complaint are taken as true. *Televideo Sys., Inc. v. Heidenthal*, 826 F.2d 915, 918 (9th Cir. 1987). If the court determines that a defendant is in default, the defendant's liability is collectively established and the factual allegations in the complaint, except those relating to damages, are accepted as true. *Geddes v. United Fin. Group*, 559 F.2d 557, 560 (9th Cir. 1977). The power to grant or deny relief upon an application for default judgment is within the discretion of the Court. *Aldabe v. Aldabe*, 616 F.2d 1089, 1092 (9th Cir. 1980).

B. Default Judgment Against Defendant Is Warranted And Appropriate

When determining whether to grant default judgment, courts are instructed to consider the following factors: (1) the substantive merit of the plaintiff's claims, (2) the sufficiency of the complaint, (3) the amount of money at stake, (4) the possibility of prejudice to the plaintiff if relief is denied, (5) the possibility of disputes to any material facts in the case, (6) whether default resulted from excusable neglect, and (7) the public policy favoring resolution of cases on the merits. *Eitel v. McCool*, 782 F.2d 1470, 1471-72 (9th Cir. 1986); *accord PepsiCo, Inc. v. Cal. Sec. Cans*, 238 F. Supp. 2d 1172, 1174 (C.D.Cal. 2002); *Discovery Communications, Inc. v. Animal Planet, Inc.*, 172 F. Supp. 2d 1282, 1287 (C.D.Cal. 2001); *PepsiCo v. Triunfo-Mex, Inc.*, 189 F.R.D. 431, 432 (C.D.Cal. 1999). "In applying this discretionary standard, default judgments are more often granted

than denied." *Triunfo-Mex, Inc.*, 189 F.R.D. at 432. As set forth below, each of the factors weighs in favor of granting default judgment, and, thus, Plaintiffs' application should be granted.

1. PLAINTIFFS HAVE STATED A SUFFICIENT CLAIM FOR RELIEF

The first two factors, which consider the substantive merit of the plaintiff's claims and the sufficiency of the complaint, essentially require that the allegations in Plaintiffs' Complaint state sufficient claims for relief. *Cal. Sec. Cans*, 238 F. Supp. 2d at 1175; *Discovery Communications*, *Inc.*, 172 F. Supp. 2d at 1288.

To prevail on their claim for copyright infringement under the Copyright Act, Plaintiffs must prove that Defendant violated an exclusive right of the copyright owner as provided by Section 106 of the Copyright Act, which provides, in pertinent part:

[T]he owner of copyright under this title has the exclusive rights to do and to authorize any of the following: (1) to reproduce the copyrighted work in copies or phonorecords; ...(3) to distribute copies or phonorecords of the copyrighted work to the public by sale or other transfer or ownership, or by rental, lease, or lending.

17 U.S.C. § 106. In other words, Section 106 provides the copyright owner with the exclusive right to copy or distribute copyrighted work to the public. Such work includes sound recordings. 17 U.S.C. § 102(a)(7).

Furthermore, Section 501 of the Copyright Act provides, in pertinent part, that "anyone who violates any of the exclusive rights of the copyright owner as provided by sections 106 through 122 [of the Copyright Act] . . . is an infringer of the copyright or right of the author, as the case may be," and that the "legal or beneficial owner of an exclusive right under a copyright is entitled . . . to institute an action for any infringement of that particular right committed while he or she is the owner of it." 17 U.S.C. § 501(a)-(b).

Here, the Complaint alleges that Plaintiffs are the copyright owners or licensees of exclusive rights under copyright law to the Copyrighted Recordings; as of February 14, 2007, Defendant, without the permission of Plaintiffs, had used, and continued to use, an online media distribution system to download the Copyrighted Recordings and/or distribute the Copyrighted Recordings to the public; and the acts of infringement have been willful and intentional in disregard of and indifferent

 to the rights of Plaintiffs.¹ Zavala Decl., Exh. 1 (Complaint, ¶¶ 12-19). As such, Plaintiffs have sufficiently pled the elements necessary to state a copyright infringement claim against Defendant. *See TeleVideo*, 826 F.2d at 917-18.

2. THE MONETARY JUDGMENT REQUESTED BY PLAINTIFFS IS REASONABLE

The third factor—the amount of money at stake—also weighs in Plaintiffs' favor. Here, Plaintiffs are requesting the minimum statutory damages for copyright infringement pursuant to Section 504 of the Copyright Act in the amount of \$6,000.00, and costs pursuant to Section 505 of the Copyright Act in the amount of \$420.00. Zavala Decl., ¶ 16.

a. Plaintiffs' Request for Statutory Damages Is Reasonable

Section 504 of the Copyright Act provides that a copyright infringer is liable for statutory damages, and that the copyright owner may elect to recover an award of statutory damages for all infringements involved in the action in a sum of not less than \$750 or more than \$30,000, as the Court considers just. 17 U.S.C. § 504(a), (c); Los Angeles News Serv. v. Reuters Television Int'l, Ltd., 149 F.3d 987, 996 (9th Cir. 1998), cert. denied 525 U.S. 1141, 119 S. Ct. 1032 (1999) ("a plaintiff may recover statutory damages whether or not there is adequate evidence of the actual damages suffered by plaintiff or of the profits reaped by defendant, in order to sanction and vindicate the statutory policy of discouraging infringement"). "Statutory damages are particularly appropriate in a case, such as this one, in which defendant has failed to mount any defense or to participate in discovery, thereby increasing the difficulty of ascertaining plaintiff's actual damages." Jackson v. Sturkie, 255 F. Supp. 2d 1096, 1101 (N.D.Cal. 2003). Courts routinely award minimum statutory damages (or higher) as part of default judgments in copyright infringement cases. See Jackson, 255 F. Supp. 2d at 1103; (granting an award higher than the statutory minimum pursuant to a motion for default judgment); Microsoft Corp. v. Wen, 2001 WL 1456654, No. C 99-04561 MEJ, *5-6 (N.D. Cal. Nov. 13, 2001) (awarding \$15,000 in statutory damages for each of six infringements); Perfect

¹ As set forth above, the allegations of Plaintiffs' complaint are deemed true because a default has been entered against Defendant in this case. *See TeleVideo Sys., Inc*, 826 F.2d at 917-18 ("upon default the factual allegations of the complaint . . . will be taken as true."); *Discovery Communications, Inc*, 172 F.Supp. 2d at 1288 ("for purposes of a default judgment, the well-plead allegations of the complaint are taken as true.").

10, Inc., v. Talisman Comm. Inc., 2000 WL 364813, No. CV99-10450 RAP MCx, *3-4 (C.D. Cal. Mar. 27, 2000) (awarding maximum amount of statutory damages for willful infringement on default judgment); see also Ortiz-Gonzalez v. Fonovisa, 277 F.3d 59, 63-64 (1st Cir. 2002) (granting an award of greater than minimum statutory damages as part of default judgment); D.C. Comics Inc. v. Mini Gift Shop, 912 F.2d 29, 35, 37 (2d Cir. 1990) (awarding greater than the minimum statutory damages award as part of default judgment); Morley Music Co. v. Dick Stacey's Plaza Motel, Inc., 725 F.2d 1, 2-3 (1st Cir. 1983) (granting an award of greater than minimum statutory damages as part of default judgment); Getaped.com, Inc. v Cangemi, 188 F. Supp. 2d 398, 400-402 (S.D.N.Y. 2002) (awarding \$30,000 statutory damages for single infringement).

Here, Plaintiffs are seeking only the minimum statutory damages. Accordingly, Plaintiffs' request for statutory damages is reasonable and appropriate in this case.

b. Plaintiffs Are Reasonable In Seeking Their Costs

Section 505 of the Copyright Act allows the Court, in its discretion, to award Plaintiffs the recovery of full costs.² 17 U.S.C. § 505. Here, Plaintiffs are requesting their costs expended for filing this lawsuit and for service of process, which is reasonable. *Jackson*, 255 F. Supp. 2d at 1103 (awarding costs, among other things, to the plaintiff pursuant to its motion for default judgment). Zavala Decl., ¶ 16.

3. PLAINTIFFS WILL BE PREJUDICED IF RELIEF IS DENIED

Another factor that the Court may consider when deciding whether to grant default judgment is whether there is a significant possibility of prejudice to the plaintiffs if default judgment is not entered. This factor also weighs in Plaintiffs' favor because if default judgment is not entered, Plaintiffs would be denied the right to judicial resolution of their claims, and would be without other recourse for recovery. *See Cal. Sec. Cans*, 238 F. Supp. 2d at 1177. Indeed, if default judgment is denied, Defendant's conduct will remain unchecked and Defendant will be free to pursue similar activities in the future. Thus, this factor also favors the entry of default judgment in this case.

² Section 505 also allows a plaintiff to recover its attorneys' fees, but Plaintiffs are not seeking attorneys' fees herein.

4. THERE IS NO POSSIBILITY OF ANY DISPUTES CONCERNING MATERIAL FACTS

The fifth factor considers the possibility of dispute as to any material facts in this case. As set forth above, Plaintiffs filed a well-pleaded Complaint alleging the elements necessary to prevail on a cause of action for copyright infringement. Upon entry of default, all factual allegations set forth in the complaint, except those relating to damages, are deemed true. *Televideo Systems, Inc.*, 826 F.2d at 917-18. Because the clerk of the court entered default against Defendant on June 4, 2008, and the allegations of the Complaint are therefore taken as true, no genuine dispute as to any material facts exists. *See Cal. Sec. Cans*, 238 F. Supp. 2d at 1177.

5. DEFAULT DID NOT RESULT FROM EXCUSABLE NEGLECT

Default did not result from excusable neglect on the part of Defendant. Indeed, Plaintiffs have made every effort to notify Defendant of the complaint against her and of Plaintiffs' intent to pursue a default judgment. Defendant was properly served with the Summons and Complaint by personal service on February 24, 2008. Zavala Decl. ¶ 10. Defendant failed to answer or otherwise respond to the Complaint. Zavala Decl. ¶ 11. On March 18, 2008, Plaintiffs sent a letter to Defendant informing her that she is in default, and urging her to either file and serve a response to the Complaint or to contact Plaintiffs' representatives to attempt to settle the case. Zavala Decl. ¶ 12, Exh. 2. Defendant responded to the letter and agreed to settle this matter with Plaintiffs, but never returned the settlement documents Plaintiffs sent to her on March 24, 2008. Thus, a default was entered against Defendant on June 4, 2008. Zavala Decl. ¶¶ 12-13, Exh. 3. Defendant was notified that the clerk entered a default against her on June 5, 2008, Zavala Decl., ¶ 14, Exh. 4, but has nonetheless failed to appear or defend herself in this action. Zavala Decl., ¶ 11. Thus, this factor weighs in favor of default judgment.

6. PUBLIC POLICY WARRANTS THE ENTRY OF A DEFAULT JUDGMENT

Although public policy favors the resolution of a case on its merits, "this preference, standing alone, is not dispositive." *See PepsiCo., Inc. v. Cal. Sec. Cans*, 238 F. Supp. 2d at 1177. Defendant's failure to answer Plaintiffs' complaint makes a decision on the merits impractical, if not impossible. Under Rule 55(a) of the Federal Rules of Civil Procedure, termination of a case before

hearing the merits is allowed whenever a defendant fails to defend an action. Fed. R. Civ. P. 55(a). Thus, "the preference to decide cases on the merits does not preclude a court from granting default judgment." *Cal. Sec. Cans*, 238 F. Supp. 2d at 1177. Because Defendant failed to respond to or defend this action in any way, this factor should not preclude the Court from entering a default judgment against Defendant.

For all of the foregoing reasons, each of the *Eitel* factors favors the entry of default judgment against Defendant. Plaintiffs, therefore, respectfully request that the Court grant default judgment against Defendant, and grant the monetary damages and permanent injunction set forth below.

III. PLAINTIFFS ARE ENTITLED TO A PERMANENT INJUNCTION, STATUTORY DAMAGES AND COSTS

Under Federal Rules of Civil Procedure, Rule 54(c), only the amount prayed for in the complaint may be awarded to the plaintiff in default. Rule 8(a)(3) of the Federal Rules of Civil Procedure also mandates that Plaintiffs' demand for relief be specific. As set forth below, Plaintiffs are entitled to a permanent injunction, statutory damages in the amount of \$6,000.00, and costs in the amount of \$420.00.

A. Plaintiffs Are Entitled to Statutory Damages

Section 504(a) of the Copyright Act provides that "an infringer of copyright is liable for either (1) the copyright owner's actual damages and any additional profits of the infringer . . . or (2) statutory damages, as provided by subsection (c)." 17 U.S.C. § 504(a). As set forth above, subsection (c) provides, in pertinent part:

the copyright owner may elect, at any time before final judgment is rendered to recover, instead of actual damages and profits, an award of statutory damages for all infringements involved in the action, with respect to any one work, for which any one infringer is liable individually . . . in a sum of not less than \$750 or more than \$30,000 as the Court considers just.

17 U.S.C. § 504(c). Thus, for each violation of the copyright laws, the Court has discretion to award statutory damages in an amount not less than \$750 or more than \$30,000.

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Plaintiffs need not prove actual damages to be entitled to an award of statutory damages under Section 504. Indeed, "[a] plaintiff may elect statutory damages regardless of the adequacy of the evidence offered as to his actual damages and the amount of defendant's profits." *Columbia Pictures Television, Inc. v. Krypton Broad. of Birmingham, Inc.*, 259 F.3d 1186, 1194 (9th Cir. 1997), *cert. denied* 534 U.S. 1127, 112 S. Ct. 1063 (2002) (citation omitted); *accord Los Angeles News Serv.*, 149 F.3d at 996 ("a plaintiff may recover statutory damages whether or not there is adequate evidence of the actual damages suffered by plaintiff or of the profits reaped by defendant, in order to sanction and vindicate the statutory policy of discouraging infringement").

Furthermore, as set forth in Section II.B.2.a., above, courts routinely grant an award of statutory damages (or higher) as part of default judgments in copyright infringement cases. As such, Plaintiffs respectfully request that the Court grant the minimum statutory damages of \$750 for each of the eight (8) infringements alleged in the Complaint, for a total amount of \$6,000.00.

B. Plaintiffs Are Entitled To A Permanent Injunction

Plaintiffs request that the Court issue the following injunction to enjoin Defendant's wrongful conduct:

Defendant shall be and hereby is enjoined from directly or indirectly infringing Plaintiffs' rights under federal or state law in the Copyrighted Recordings and any sound recording, whether now in existence or later created, that is owned or controlled by Plaintiffs (or any parent, subsidiary, or affiliate record label of Plaintiffs) ("Plaintiffs' Recordings"), including without limitation by using the Internet or any online media distribution system to reproduce (i.e., download) any of Plaintiffs' Recordings, to distribute (i.e., upload) any of Plaintiffs' Recordings, or to make any of Plaintiffs' Recordings available for distribution to the public, except pursuant to a lawful license or with the express authority of Plaintiffs. Defendant also shall destroy all copies of Plaintiffs' Recordings that Defendant has downloaded onto any computer hard drive or server without Plaintiffs' authorization and shall destroy all copies of those downloaded recordings transferred onto any physical medium or device in Defendant's possession, custody, or control.

Zavala Decl., Exh. 1 (Complaint, p. 4). As set forth below, Plaintiffs will be irreparably harmed if a permanent injunction is not issued to prevent Defendant's reproduction and distribution of Plaintiffs' copyrighted works. Furthermore, an injunction in this case will further the public's interest in upholding copyright protections.

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1. PLAINTIFFS WILL BE IRREPARABLY HARMED IF A PERMANENT INJUNCTION IS NOT ISSUED TO ENJOIN DEFENDANT'S WRONGFUL CONDUCT

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Section 502 of the Copyright Act vests the Court with the power to grant injunctive relief: "Any court having jurisdiction of a civil action arising under this title may, subject to the provisions of section 1498 of title 28, grant . . . final injunctions on such terms as it may deem reasonable to prevent or restrain infringement of a copyright." 17 U.S.C. § 502(a). A party seeking a preliminary injunction must show either a likelihood of success on the merits and the possibility of irreparable injury. Johnson Controls, Inc. v. Phoenix Control Systems, Inc., 886 F.2d 1173, 1174 (9th Cir. 1989). In copyright cases, irreparable harm is presumed on a showing of a reasonable likelihood of success on the merits, and, thus, "a showing of copyright infringement liability and the threat of future violations is sufficient to warrant a permanent injunction." Sega Enterprises Ltd. v. Maphia, 948 F. Supp. 923, 940 (N.D.Cal. 1996); see Micro Star v. Formgen, Inc., 154 F.3d 1107, 1109 (9th Cir. 1998); MAI Systems Corp. v. Peak Computer, Inc., 991 F.2d 511, 520 (9th Cir. 1993); A&M Records, Inc. v. Napster, Inc., 114 F. Supp. 2d 896, 925 (N.D. Cal. 2001). Where a default has been entered against a defendant, the plaintiff need not show irreparable harm because the default itself satisfies the element of success on the merits. Sony Music Entm't, Inc. v. Global Arts Prod., 45 F. Supp. 2d 1345 (S.D.Fla. 1999) ("The only difference in the elements needed for the granting of a permanent, as opposed to a preliminary, injunction is the need to show success on the merits, not merely likelihood of success... Plaintiffs in this case need not show irreparable harm, as the default against Defendants satisfies the element of success on the merits.").

Here, Defendant's conduct is causing irreparable injury to Plaintiffs that cannot fully be compensated or measured by money. Indeed, Defendant's infringements were widespread, going well beyond the few representative examples listed in Exhibit A to the Complaint. See Zavala Decl., Exh. 1 (Complaint, ¶ 16 & Exh. A) (noting that Defendant was distributing 181 total audio files at the time of identification). Moreover, Defendant's means of infringement – an online media distribution system with tens of millions of potential users – has left Plaintiffs' sound recordings vulnerable to massive, repeated, near-instantaneous, and worldwide infringement. Because recordings made available over these systems are typically made available for further unlawful

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Furthermore, there is no evidence that Defendant has stopped infringing Plaintiffs' recordings or that, absent an injunction, Defendant would stop. Indeed, Defendant's failure to respond to the Complaint offers no assurance that Defendant's infringing activity has ceased, and only highlights that Defendant does not take seriously the illegality of her conduct. *See Jackson v. Sturkie*, 255 F. Supp. 2d at 1103 (granting permanent injunction in a copyright infringement action as part of a default judgment because "defendant's lack of participation in this litigation has given the court no assurance that defendant's infringing activity will cease."); *Cal. Sec. Cans*, 238 F. Supp. 2d at 1178 (granting permanent injunction as part of a default judgment because, among other things, "in the absence of opposition by the non-appearing defendant, it cannot be said that it is 'absolutely clear' that Defendant's allegedly wrongful behavior has ceased and will not begin again."). Thus, without an injunction, Plaintiffs' copyrighted recordings would remain vulnerable to continued and repeated infringement.

2. <u>A PERMANENT INJUNCTION WILL PROTECT THE PUBLIC'S INTEREST IN</u> <u>UPHOLDING COPYRIGHT PROTECTIONS</u>

Courts routinely issue injunctions as part of default judgments. *See Jackson v. Sturkie*, 255 F. Supp. 2d at 1103 (granting permanent injunction in a copyright infringement action as part of a default judgment because "defendant's lack of participation in this litigation has given the court no assurance that defendant's infringing activity will cease."); *Cal. Sec. Cans*, 238 F. Supp. 2d at 1177-78 (granting a permanent injunction as a part of a default judgment); *Discovery Comm., Inc.*, 172 F.

Supp. 2d 1282 (same); *Triunfo-Mex, Inc.*, 189 F.R.D. 431 (same).³ Injunctions are issued pursuant to Section 502 in order to protect the public's interest in upholding copyright protections. *See Autoskill Inc. v. National Educ. Support Sys., Inc.*, 994 F.2d 1476, 1499 (10th Cir. 1993), *cert. denied*, 510 U.S. 916, 114 S. Ct. 307 (1993); *Sony Music Entm't, Inc. v. Global Arts Prod.*, 45 F. Supp. 2d 1345, 1347-48 (S.D.Fla. 1999). Indeed, "it is virtually axiomatic that the public interest can only be served by upholding copyright protections and, correspondingly, preventing the misappropriation of the skills, creative energies, and resources which are invested in the protected work." *Apple Computer, Inc. v. Franklin Computer Corp.*, 714 F.2d 1240, 1255 (3d Cir. 1983). Here, an "injunction is necessary to preserve the integrity of the copyright laws which seek to encourage individual efforts and creativity by granting valuable enforceable rights." *Atari Inc. v. North Am. Philips Consumer Elec. Corp.*, 672 F.2d 607, 620 (7th Cir. 1982), *cert. denied*, 459 U.S. 880, 103 S. Ct. 176 (1982) (preliminary injunction).

3. THE REQUESTED INJUNCTION IS SPECIFIC IN NATURE AND REASONABLY SEEKS TO PROTECT ALL OF PLAINTIFFS' EXISTING AND FUTURE COPYRIGHTS

The injunction requested by Plaintiffs seeks not only to prohibit the future infringement of Plaintiffs' existing works, but also protects Plaintiffs' future copyrights. Plaintiffs continually create new copyrighted works that would potentially be vulnerable to infringement if the injunction were limited to existing works. Thus, the requested injunction properly seeks to prevent the reproduction and distribution of Plaintiffs' existing *and* future works. *See, e.g., Princeton Univ. Press v. Michigan Document Serv., Inc.*, 99 F.3d 1381, 1392-93 (6th Cir. 1996), *cert. denied*, 520 U.S. 1156, 117 S. Ct. 1336 (1997) ("The weight of authority supports the extension of injunctive relief to future

trademark infringement suit to label its product to avoid public confusion); Sony Music Entm't, Inc.

³ See also Claremont Flock Corp. v. Alm, 281 F.3d 297 (1st Cir. 2002) (affirming award of default judgment and injunction); Johnson v. Kakvand, 192 F.3d 656, 663 (7th Cir. 1999) (affirming default judgment with injunction); Securities & Exch. Comm'n v. McNulty, 137 F.3d 732, 741 (2d Cir. 1998), cert. denied, 525 U.S. 931, 119 S. Ct. 340 (1998) (affirming default judgment enjoining corporate officer from violating securities laws); CJC Holdings, Inc. v. Wright & Lato, Inc., 979 F.2d 60, 64 (5th Cir. 1992) (affirming default judgment for injunction requiring defendant in

v. Global Arts Prod., 45 F.Supp. 2d 1345, 1347-48 (S.D.Fla. 1999) (entering permanent injunction against copyright infringer on default judgment).

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works."); *Olan Mills, Inc. v. Linn Photo Co.*, 23 F.3d 1345, 1349 (8th Cir. 1994) (permanent injunction includes works created in the future); *Basic Books, Inc. v. Kinko's Graphics Corp.*, 758 F. Supp. 1522, 1542 (S.D. N.Y. 1991) (enjoining infringement of present and future copyrighted works); *Orth-O-Vision, Inc. v. Home Box Office*, 474 F. Supp. 672, 686 (S.D. N.Y. 1979) ("[I]t is well within [the Court's] equitable power to enjoin infringement of future registered works.").

Furthermore, the injunction sought properly serves to prohibit Defendant from infringing any and all of Plaintiffs' copyrighted works. See Sony Music Entm't, Inc., 45 F. Supp. 2d at 1347-48 (enjoining defendants from infringing any of the copyrighted works owned by Plaintiff, including, but not limited to, those listed in the complaint); Canopy Music, Inc. v. Harbor Cities Broad. Inc., 950 F. Supp. 913, 916 (E.D. Wis. 1997) (enjoining radio station that infringed 10 musical composition copyrights "from performing any songs to which ASCAP possesses the right to license") (emphasis added); Picker Int'l Corp. v. Imaging Equip. Serv., Inc., 931 F. Supp. 18, 45 (D. Mass. 1995), aff'd, 94 F.3d 640 (1st Cir. 1996) (injunction entered which applies "not only to the works as to which infringement has already been adjudicated, but also to any other works presently owned by plaintiff"); Jobette Music Co., Inc. v. Hampton, 864 F. Supp. 7, 9 (S.D. Miss. 1994) (enjoining defendants from performing any musical compositions licensed through ASCAP, not just those listed in complaint); Zeon Music v. Stars Inn Lounge, Ltd., 1994 WL 163636, No. 92 C 7607, at *5 (N.D. Ill. Apr. 28, 1994) (where defendants infringed four songs, court enjoined them "from publicly performing or sponsoring the public performances of any musical composition included in **ASCAP's repertory** until such time as defendants obtain a license to do so") (emphasis added); Weintraub/Okun Music v. Atlantic Fish & Chips, Inc., 1991 WL 34713, No. 90 C 4938, at *4 (N.D. Ill. Mar. 13, 1991) (seven songs infringed by restaurant; Court enjoined "further infringement of the copyrights held by ASCAP members").

In light of the scope and nature of Defendant's infringement, the need to protect Plaintiffs' copyrighted works, and the public interest in upholding copyright protection, the requested injunction is specific in nature, and will serve to prohibit the infringement of all copyrighted sound recordings owned by Plaintiffs.

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C. **Plaintiffs Are Entitled To Their Costs**

Under Section 505 of the Copyright Act, courts have the discretion to award "the recovery of full costs" and reasonable attorneys' fees. 17 U.S.C. § 505; Discovery Communications, Inc., 172 F. Supp. 2d at 1292 (granting default judgment including an award of costs based on affidavit specifying costs submitted with application for default judgment); see also Century ML-Cable Corp. v. Diaz, 39 F. Supp. 2d 121, 126 (D.P.R. 1999) (same); Cablevision Sys. N.Y. City Corp. v. Lokshin, 980 F. Supp. 107, 115 (E.D.N.Y. 1997) (same); Cross Keys Publ'g Co., Inc. v. Wee, Inc., 921 F. Supp. 479, 481-82 (W.D. Mich. 1995) (copyright infringement action; same); Jobette Music Co., Inc., 864 F. Supp. at 10 (same). Indeed, an award of costs would "(1) deter future copyright infringement; (2) ensure that all holders of copyrights which have been infringed will have equal access to the court to protect their works; and (3) penalize the losing party and compensate the prevailing party." A&N Music Corp. v. Venezia, 733 F. Supp. 955, 959 (E.D. Penn. 1990).

Here, Plaintiffs are not seeking attorneys' fees but rather, the costs they incurred in bringing suit, or \$420.00, which includes \$350.00 in filing fees and \$70.00 expended for service of process. See id.; Cross Keys Publ'g Co., Inc., 921 F. Supp. at 481-82 (default judgment awarding costs). Zavala Decl., ¶ 16. Such amount is reasonable, and will serve to deter future infringement and ensure that all copyright holders will have equal access to the court to protect their works. See A&N Music Corp. 733 F. Supp. at 959 (awarding costs on default judgment in copyright infringement action); see also Cross Keys Publ'g Co., Inc. v. Wee, Inc., 921 F. Supp. 479, 481-82 (W.D.Mich. 1995) (default judgment awarding costs).

IV. AN EVIDENTIARY HEARING IS NOT NECESSARY HERE BECAUSE THE DAMAGES PLAINTIFFS SEEK ARE EASILY ASCERTAINABLE

When ruling on an application for default judgment, the Court has discretion in determining whether an evidentiary hearing is necessary or whether to rely on detailed affidavits or documentary evidence. Fed. R. Civ. P. 55(b)(2). It is well settled, however, that a default judgment for money may be entered without an evidentiary hearing if the amount claimed is a liquidated sum or capable of mathematical calculation. Davis v. Fendler, 650 F.2d 1154, 1161-62 (9th Cir. 1981) (affirming default judgment entered without evidentiary hearing where damages sought were a definite sum).

As set forth above, Plaintiffs are seeking only the minimum statutory damages, costs and a permanent injunction. Because those damages are easily ascertainable from the Complaint, no evidentiary hearing is necessary. See Davis, 650 F.2d at 1161-62 (affirming that default judgment was appropriate even though no evidentiary hearing was held because the damages sought were a definite sum).⁴ If, however, the Court decides that a hearing is necessary, Plaintiffs submit that Defendant is not entitled to oppose or present any evidence in opposition to this Application. Schwarzer, W. et

al., California Practice Guide, Federal Civil Procedure Before Trial, 6:42 (2000) (citing Clifton v. Tomb, 21 F.2d 893, 897 (4th Cir. 1927) ("When a party is in default . . . the party himself has lost his standing in court, cannot appear in any way, cannot adduce evidence, and cannot be heard at the final hearing.")).

V. **CONCLUSION**

For all of the foregoing reasons, Plaintiffs respectfully request that the Court enter a default judgment in favor of Plaintiffs and against Defendant, for statutory damages in the total amount of \$6,000.00, an injunction in the form sought in the Complaint, and costs of \$420.00.

Dated: July 21, 2008 Respectfully submitted,

HOLME ROBERTS & OWEN LLP

By: _/s/ Dawniell Alise Zavala_ DAWNIELL ALISE ZAVALA Attorney for Plaintiffs

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the Court rule on this Application without appearance or objection by Defendant.

⁴ It is settled that a defendant who fails to appear or defend him or herself in an action is not entitled to notice of an application for entry of default judgment. Fed. R. Civ. P. 55(b)(2); In re Roxford Foods, Inc., 12 F.3d 875, 879 (9th Cir. 1993) ("[N]otice [pursuant to Rule 55(b)(2)] is only required where the party has made an appearance."); Wilson v. Moore & Assoc., Inc., 564 F.2d 366, 368 (9th Cir. 1977) (affirming trial court's denial of motion to set aside default judgment where defendant did not give notice of application; "No party in default is entitled to 55(b)(2) notice unless he has 'appeared' in the action."); Discovery Comm., Inc. v. Animal Planet, Inc., 172 F.Supp. 2d 1282, 1287-88 (C.D.Cal. 2001). Plaintiffs have nonetheless given notice of this Application to Defendant. By providing such notice, however, Plaintiffs do not intend to waive their right to have

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PROOF OF SERVICE

STATE OF CALIFORNIA, CITY AND COUNTY OF SAN FRANCISCO

I am employed in the office of Holme Roberts & Owen in San Francisco, California. I am over the age of eighteen years and not a party to the within action. My business address is 560 Mission Street, 25th Floor, San Francisco, CA 94105.

On July 21, 2008, I served the foregoing documents described as:

NOTICE OF MOTION AND MOTION FOR DEFAULT JUDGMENT BY THE COURT AGAINST DEFENDANT BRITTANY RAQUEL GRAY

on the interested party in this action by placing a true and correct copy thereof enclosed in a sealed envelope addressed as follows:

Brittany Raquel Gray 75 Poncetta Drive, #215 Daly City, CA 94015

 \boxtimes BY MAIL: I am "readily familiar" with the firm's practice of collection and processing correspondence for mailing. Under that practice it would be deposited with U.S. postal service on that same day with postage thereon fully prepaid at San Francisco, California in the ordinary course of business. I am aware that on motion of the party served, service is presumed invalid if postal cancellation date or postage meter date is more than one day after date of deposit for mailing in affidavit.

 \boxtimes (FEDERAL) I declare that I am employed in the office of a member of the bar of this court at whose direction the service was made.

Executed on July 21, 2008 at San Francisco, California.

Della Grant